

## General Assembly

## **Amendment**

February Session, 2000

LCO No. 4603

## Offered by:

SEN. EADS, 30th Dist. SEN. CAPPIELLO, 24th Dist. SEN. DELUCA, 32<sup>nd</sup> Dist. SEN. GENUARIO, 25th Dist. SEN. ANISKOVICH, 12th Dist. SEN. NICKERSON, 36th Dist. SEN. GUNTHER, 21st Dist. SEN. KISSEL, 7th Dist. SEN. COOK, 18th Dist. SEN. HERLIHY, 8th Dist. SEN. FREEDMAN, 26th Dist. SEN. SMITH, 14th Dist. SEN. GUGLIELMO, 35th Dist. SEN. SOMMA, 16th Dist. SEN. SCARPETTI, 22<sup>nd</sup> Dist. SEN. MCKINNEY, 28th Dist. SEN. UPSON, 15th Dist

To: Subst. Senate Bill No. 501 File No. 384 Cal. No. 292

## "An Act Concerning The Membership And Mission Of The Connecticut Energy Advisory Board."

- After line 100, insert the following and renumber the remaining section accordingly:
- "Sec. 2. Subdivision (2) of subsection (a) of section 12-458 of the general statutes is repealed and the following is substituted in lieu thereof:
- 6 (2) On said date and coincident with the filing of such return each 7 distributor shall pay to the commissioner for the account of the 8 purchaser or consumer a tax (A) on each gallon of such fuels sold or 9 used in this state during the preceding calendar month of twenty-six

10 cents on and after January 1, 1992, twenty-eight cents on and after 11 January 1, 1993, twenty-nine cents on and after July 1, 1993, thirty cents 12 on and after January 1, 1994, thirty-one cents on and after July 1, 1994, 13 thirty-two cents on and after January 1, 1995, thirty-three cents on and 14 after July 1, 1995, thirty-four cents on and after October 1, 1995, thirty-15 five cents on and after January 1, 1996, thirty-six cents on and after 16 April 1, 1996, thirty-seven cents on and after July 1, 1996, thirty-eight 17 cents on and after October 1, 1996, thirty-nine cents on and after 18 January 1, 1997, thirty-six cents on and after July 1, 1997, [and] thirty-19 two cents on and after July 1, 1998, and twenty-five cents on and after 20 May 1, 2000; and (B) in lieu of said taxes, each distributor shall pay a 21 tax on each gallon of gasohol, as defined in section 14-1, sold or used in 22 this state during such preceding calendar month, of twenty-five cents 23 on and after January 1, 1992, twenty-seven cents on and after January 24 1, 1993, twenty-eight cents on and after July 1, 1993, twenty-nine cents 25 on and after January 1, 1994, thirty cents on and after July 1, 1994, 26 thirty-one cents on and after January 1, 1995, thirty-two cents on and 27 after July 1, 1995, thirty-three cents on and after October 1, 1995, thirty-28 four cents on and after January 1, 1996, thirty-five cents on and after 29 April 1, 1996, thirty-six cents on and after July 1, 1996, thirty-seven 30 cents on and after October 1, 1996, thirty-eight cents on and after 31 January 1, 1997, thirty-five cents on and after July 1, 1997, [and] thirty-32 one cents on and after July 1, 1998, and twenty-four cents on and after 33 May 1, 2000; and (C) in lieu of such rate, on each gallon of diesel fuel, 34 propane or natural gas sold or used in this state on and after 35 September 1, 1991, during such preceding calendar month, of eighteen 36 cents.

- Sec. 3. Section 13b-61a of the general statutes is repealed and the following is substituted in lieu thereof:
- Notwithstanding the provisions of section 13b-61, for calendar quarters ending on or after September 30, 1998, and prior to September 30, 1999, the Commissioner of Revenue Services shall deposit into the Special Transportation Fund established under section 13b-68, as amended by this act, five million dollars of the amount of funds

44 received by the state from the tax imposed under section 12-587, as 45 amended, on the gross earnings from the sales of petroleum products attributable to sales of motor vehicle fuel, [and commencing with the 46 47 calendar quarter ending September 30, 1999, and each calendar quarter 48 thereafter] for calendar quarters ending September 30, 1999, and prior 49 to September 30, 2000, the commissioner shall deposit into the Special 50 Transportation Fund, nine million dollars of the amount such funds 51 received by the state from the tax imposed under said section 12-587 52 on the gross earnings from the sales of petroleum products attributable 53 to sales of motor vehicle fuel, and for the calendar quarter ending 54 September 30, 2000, and each calendar quarter thereafter, the 55 commissioner shall deposit into the Special Transportation Fund, ten 56 million five hundred thousand dollars of the amount such funds 57 received by the state from the tax imposed under said section 12-587, 58 on the gross earnings from the sales of petroleum products attributable 59 to sales of motor vehicle fuel.

Sec. 4. Section 13b-61b of the general statutes is repealed and the following is substituted in lieu thereof:

62 Notwithstanding the provisions of section 13b-61, the 63 Commissioner of Motor Vehicles shall deposit into the Special 64 Transportation Fund established under section 13b-68, as amended by 65 this act, funds received by the state from the tax imposed under section 66 12-431, as amended, attributable to motor vehicles under said section 67 12-431, in accordance with the following schedule: (1) Ten million 68 dollars of the amount received by the state for the fiscal year ending 69 June 30, 2000; [(2) twenty million dollars of the amount received by the 70 state for the fiscal year ending June 30, 2001; (3) thirty million dollars 71 of the amount received by the state for the fiscal year ending June 30, 72 2002; and (4) forty million dollars of the amount received by the state 73 for the fiscal year ending June 30, 2003, and each fiscal year thereafter] 74 and (2) for the fiscal year ending June 30, 2001, and each fiscal year 75 thereafter, the total amount of funds received by the state from the tax 76 imposed under section 12-431, as amended, attributable to motor 77 vehicles under said section 12-431. Such funds shall be deposited into

78 <u>the Special Transportation Fund on a monthly basis.</u>

Sec. 5. Section 13b-68 of the general statutes is repealed and the following is substituted in lieu thereof:

[(a)] There is established and created a fund to be known as the "Special Transportation Fund". The fund may contain any moneys required or permitted by law to be deposited in the fund and any moneys recovered by the state for overpayments, improper payments or duplicate payments made by the state relating to any transportation infrastructure improvements which have been financed by special tax obligation bonds issued pursuant to sections 13b-74 to 13b-77, inclusive, and shall be held by the State Treasurer separate and apart from all other moneys, funds and accounts. Investment earnings credited to the assets of said fund shall become part of the assets of said fund. Any balance [not exceeding twenty million dollars] remaining in said fund at the end of any fiscal year shall be carried forward in said fund for the fiscal year next succeeding.

[(b) After the accounts for the Special Transportation Fund have been closed for each fiscal year and the State Comptroller has determined the balance remaining in said fund, and after any amounts required by provision of law to be transferred for other purposes have been deducted, the amount of such balance which exceeds twenty million dollars shall be used by the State Treasurer and shall be deemed to be appropriated for: (1) Redeeming prior to maturity any outstanding special tax obligation indebtedness of the state selected by the State Treasurer in the best interests of the state; (2) purchasing outstanding special tax obligation indebtedness of the state in the open market at such prices and on such terms and conditions as the State Treasurer shall determine to be in the best interests of the state for the purpose of extinguishing or defeasing such debt; (3) providing for the defeasance of any outstanding special tax obligation indebtedness of the state selected by the State Treasurer in the best interests of the state by irrevocably placing with an escrow agent in trust an amount to be used solely for, and sufficient to satisfy, scheduled payments of both

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interest and principal on such indebtedness; (4) paying or providing

- 112 for the payment in the fiscal year ending June 30, 1999, or any fiscal
- 113 year thereafter of debt service requirements, as defined in section 13b-
- 114 75, at such time or times, in such amount or amounts and in such
- manner, as provided by the proceedings authorizing the issuance of
- special tax obligation bonds pursuant to sections 13b-74 to 13b-77,
- inclusive; or (5) any combination of these methods.
- Sec. 6. Subdivision (1) of subsection (c) of section 14-332a of the
- 119 general statutes is repealed and the following is substituted in lieu
- thereof:
- 121 (c) (1) During the period commencing on July 1, 1998, and ending
- on October 1, 1998, upon the reduction in the tax required by section
- 123 12-458, as amended by this act, that is effective July 1, 1998, and during
- the period commencing on May 1, 2000, and ending September 1, 2000,
- upon the reduction in the tax required by said section 12-458, that is
- 126 <u>effective April 30, 2000,</u> each retail dealer shall, in accordance with
- subdivision (2) of this subsection, reduce the per-gallon price of
- 128 gasoline or other product intended for use in the propelling of motor
- vehicles using combustion type engines sold by such retail dealer at
- 130 retail in an amount equal to the amount of the reduction in such tax
- that is imposed on each gallon of such gasoline or other product. Such

retail dealer shall maintain any such price reduction in effect for a

- period of not less than [ninety] one hundred twenty days after such tax
- 134 reduction."

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